

**Environmental and Public Protection  
Mine Reclamation and Enforcement**

	<b>Revised FY 2006</b>	<b>Requested FY 2007</b>	<b>Requested FY 2008</b>	<b>Recommended FY 2007</b>	<b>Recommended FY 2008</b>
<b>SOURCE OF FUNDS</b>					
<b>General Fund</b>					
Regular Appropriation	10,295,000	11,692,500	12,322,100	10,651,900	10,828,200
Salary Compensation Fund	179,000				
Base Deduction	-812,400				
<b>Total General Fund</b>	9,661,600	11,692,500	12,322,100	10,651,900	10,828,200
<b>Restricted Funds</b>					
Balance Forward	32,871,600	30,301,300	27,846,800	1,261,000	610,100
Current Receipts	161,000	1,814,200	1,956,400	161,200	161,400
Non-Revenue Receipts	-27,275,100	208,300	128,600	3,115,800	2,834,500
<b>Total Restricted Funds</b>	5,757,500	32,323,800	29,931,800	4,538,000	3,606,000
<b>Federal Funds</b>					
Current Receipts	17,875,400	20,349,400	21,298,700	19,332,800	19,931,400
Non-Revenue Receipts	-995,900	-1,018,400	-1,059,900	-1,018,400	-1,059,900
<b>Total Federal Funds</b>	16,879,500	19,331,000	20,238,800	18,314,400	18,871,500
<b>TOTAL SOURCE OF FUNDS</b>	32,298,600	63,347,300	62,492,700	33,504,300	33,305,700
<b>EXPENDITURES BY CLASS</b>					
Personnel Cost	24,458,300	28,638,700	29,984,300	26,285,900	26,677,300
Operating Expenses	3,497,400	3,689,900	3,689,900	3,518,900	3,518,900
Grants, Loans or Benefits	1,849,400	1,961,900	1,997,000	1,961,900	1,997,000
Capital Outlay	1,232,500	1,210,000	1,190,700	1,127,500	1,112,500
<b>TOTAL EXPENDITURES</b>	31,037,600	35,500,500	36,861,900	32,894,200	33,305,700
<b>EXPENDITURES BY FUND SOURCE</b>					
General Fund	9,661,600	11,692,500	12,322,100	10,651,900	10,828,200
Restricted Funds	4,496,500	4,477,000	4,301,000	3,927,900	3,606,000
Federal Funds	16,879,500	19,331,000	20,238,800	18,314,400	18,871,500
<b>TOTAL EXPENDITURES</b>	31,037,600	35,500,500	36,861,900	32,894,200	33,305,700
<b>EXPENDITURES BY UNIT</b>					
Permits	8,191,400	9,824,900	10,200,000	9,150,500	9,263,900
Bond Pool Fund	108,100	149,600	131,200	138,800	115,500
Mine Reclamation and Enforcement	12,615,400	14,798,700	15,474,500	13,380,300	13,585,000
Abandoned Mine Lands	9,811,700	10,416,300	10,745,300	9,913,600	10,030,400
Bond Pool Reclamation Fund	311,000	311,000	310,900	311,000	310,900
<b>TOTAL EXPENDITURES</b>	31,037,600	35,500,500	36,861,900	32,894,200	33,305,700

The mission of the Division of Mine Reclamation and Enforcement, pursuant to KRS 350, is to protect the public and minimize the environmental effects of surface mining and the surface effects of underground mining.

**Environmental and Public Protection  
Mine Reclamation and Enforcement  
Permits**

	<b>Revised FY 2006</b>	<b>Requested FY 2007</b>	<b>Requested FY 2008</b>	<b>Recommended FY 2007</b>	<b>Recommended FY 2008</b>
<b>SOURCE OF FUNDS</b>					
<b>General Fund</b>					
Regular Appropriation	4,112,800	4,445,700	4,604,600	4,108,500	4,136,500
Salary Compensation Fund	67,300				
Base Deduction	-341,600				
<b>Total General Fund</b>	<b>3,838,500</b>	<b>4,445,700</b>	<b>4,604,600</b>	<b>4,108,500</b>	<b>4,136,500</b>
<b>Restricted Funds</b>					
Balance Forward	226,500	6,100		6,100	
Current Receipts	13,000	13,000	13,000	13,000	13,000
Non-Revenue Receipts	-149,000	-19,100	-13,000	-19,100	-13,000
<b>Total Restricted Funds</b>	<b>90,500</b>				
<b>Federal Funds</b>					
Current Receipts	4,507,100	5,611,000	5,838,700	5,273,800	5,370,700
Non-Revenue Receipts	-238,600	-231,800	-243,300	-231,800	-243,300
<b>Total Federal Funds</b>	<b>4,268,500</b>	<b>5,379,200</b>	<b>5,595,400</b>	<b>5,042,000</b>	<b>5,127,400</b>
<b>TOTAL SOURCE OF FUNDS</b>	<b>8,197,500</b>	<b>9,824,900</b>	<b>10,200,000</b>	<b>9,150,500</b>	<b>9,263,900</b>
<b>EXPENDITURES BY CLASS</b>					
Personnel Cost	6,556,300	8,130,500	8,504,600	7,517,100	7,629,500
Operating Expenses	857,100	925,400	925,400	864,400	864,400
Grants, Loans or Benefits	708,000	709,000	710,000	709,000	710,000
Capital Outlay	70,000	60,000	60,000	60,000	60,000
<b>TOTAL EXPENDITURES</b>	<b>8,191,400</b>	<b>9,824,900</b>	<b>10,200,000</b>	<b>9,150,500</b>	<b>9,263,900</b>
<b>EXPENDITURES BY FUND SOURCE</b>					
General Fund	3,838,500	4,445,700	4,604,600	4,108,500	4,136,500
Restricted Funds	84,400				
Federal Funds	4,268,500	5,379,200	5,595,400	5,042,000	5,127,400
<b>TOTAL EXPENDITURES</b>	<b>8,191,400</b>	<b>9,824,900</b>	<b>10,200,000</b>	<b>9,150,500</b>	<b>9,263,900</b>

The Division of Permits, pursuant to KRS 350 and 405 KAR 8:010, reviews all surface mining permit applications in accordance with the Kentucky law and federal Surface Mining Control and Reclamation Act. The Division, pursuant to KRS 350.450, administers the federal Small Operator Assistance Program (SOAP) and; pursuant to KRS 350.610, the Lands Unsuitable for Mining program. The Division, pursuant to KRS 350.060(13) and 405 KAR Chapter 5, also reviews underground mining applications to determine the surface effects of such operations.

**Policy**

Included in the above General Fund appropriation is \$675,000 in each fiscal year of the biennium for the return of permit and acreage fees under KRS 350.139. Any required expenditure for this purpose in excess of this amount in either fiscal year is appropriated to the Department as a necessary government expense or through a current year appropriation.

**Environmental and Public Protection  
Mine Reclamation and Enforcement  
Mine Reclamation and Enforcement**

	<b>Revised FY 2006</b>	<b>Requested FY 2007</b>	<b>Requested FY 2008</b>	<b>Recommended FY 2007</b>	<b>Recommended FY 2008</b>
<b>SOURCE OF FUNDS</b>					
<b>General Fund</b>					
Regular Appropriation	6,182,200	7,246,800	7,717,500	6,543,400	6,691,700
Salary Compensation Fund	111,700				
Base Deduction	-470,800				
<b>Total General Fund</b>	<b>5,823,100</b>	<b>7,246,800</b>	<b>7,717,500</b>	<b>6,543,400</b>	<b>6,691,700</b>
<b>Restricted Funds</b>					
Balance Forward	611,800	616,000	275,900	616,000	311,500
Current Receipts	134,800	134,800	134,800	134,800	134,800
Non-Revenue Receipts	211,000	-133,600	-237,400	-133,600	-237,400
<b>Total Restricted Funds</b>	<b>957,600</b>	<b>617,200</b>	<b>173,300</b>	<b>617,200</b>	<b>208,900</b>
<b>Federal Funds</b>					
Current Receipts	6,861,700	7,636,200	8,021,300	6,956,800	7,122,000
Non-Revenue Receipts	-411,000	-425,600	-437,600	-425,600	-437,600
<b>Total Federal Funds</b>	<b>6,450,700</b>	<b>7,210,600</b>	<b>7,583,700</b>	<b>6,531,200</b>	<b>6,684,400</b>
<b>TOTAL SOURCE OF FUNDS</b>	<b>13,231,400</b>	<b>15,074,600</b>	<b>15,474,500</b>	<b>13,691,800</b>	<b>13,585,000</b>
<b>EXPENDITURES BY CLASS</b>					
Personnel Cost	9,644,400	11,746,000	12,426,000	10,520,100	10,724,700
Operating Expenses	1,785,000	1,904,200	1,904,200	1,794,200	1,794,200
Grants, Loans or Benefits	308,500	308,500	308,600	308,500	308,600
Capital Outlay	877,500	840,000	835,700	757,500	757,500
<b>TOTAL EXPENDITURES</b>	<b>12,615,400</b>	<b>14,798,700</b>	<b>15,474,500</b>	<b>13,380,300</b>	<b>13,585,000</b>
<b>EXPENDITURES BY FUND SOURCE</b>					
General Fund	5,823,100	7,246,800	7,717,500	6,543,400	6,691,700
Restricted Funds	341,600	341,300	173,300	305,700	208,900
Federal Funds	6,450,700	7,210,600	7,583,700	6,531,200	6,684,400
<b>TOTAL EXPENDITURES</b>	<b>12,615,400</b>	<b>14,798,700</b>	<b>15,474,500</b>	<b>13,380,300</b>	<b>13,585,000</b>

The Division of Mine Reclamation and Enforcement, pursuant to KRS 350, develops policies and procedures for reclamation and enforcement programs in coal and non-coal minerals. The Division reviews permit applications for non-coal mineral operations pursuant to KRS 350.028 and 405 KAR 5:032. The Division conducts inspection programs to carry out these policies and procedures in accordance with applicable federal and state statutes.

**Policy**

In each fiscal year of the biennium, resources are provided to address needs related to non-coal activities, including limestone, sand, and gravel quarries.

**Environmental and Public Protection  
Mine Reclamation and Enforcement  
Abandoned Mine Lands**

	<b>Revised FY 2006</b>	<b>Requested FY 2007</b>	<b>Requested FY 2008</b>	<b>Recommended FY 2007</b>	<b>Recommended FY 2008</b>
<b>SOURCE OF FUNDS</b>					
<b>Restricted Funds</b>					
Balance Forward	13,900,900	11,206,500	8,638,800	217,000	87,700
Current Receipts	13,200	746,400	746,600	13,400	13,600
Non-Revenue Receipts	-10,045,700	361,000	379,000	3,029,700	2,869,400
<b>Total Restricted Funds</b>	<b>3,868,400</b>	<b>12,313,900</b>	<b>9,764,400</b>	<b>3,260,100</b>	<b>2,970,700</b>
<b>Federal Funds</b>					
Current Receipts	6,506,600	7,102,200	7,438,700	7,102,200	7,438,700
Non-Revenue Receipts	-346,300	-361,000	-379,000	-361,000	-379,000
<b>Total Federal Funds</b>	<b>6,160,300</b>	<b>6,741,200</b>	<b>7,059,700</b>	<b>6,741,200</b>	<b>7,059,700</b>
<b>TOTAL SOURCE OF FUNDS</b>	<b>10,028,700</b>	<b>19,055,100</b>	<b>16,824,100</b>	<b>10,001,300</b>	<b>10,030,400</b>
<b>EXPENDITURES BY CLASS</b>					
Personnel Cost	7,842,000	8,306,100	8,616,100	7,803,400	7,901,200
Operating Expenses	851,800	855,800	855,800	855,800	855,800
Grants, Loans or Benefits	832,900	944,400	978,400	944,400	978,400
Capital Outlay	285,000	310,000	295,000	310,000	295,000
<b>TOTAL EXPENDITURES</b>	<b>9,811,700</b>	<b>10,416,300</b>	<b>10,745,300</b>	<b>9,913,600</b>	<b>10,030,400</b>
<b>EXPENDITURES BY FUND SOURCE</b>					
Restricted Funds	3,651,400	3,675,100	3,685,600	3,172,400	2,970,700
Federal Funds	6,160,300	6,741,200	7,059,700	6,741,200	7,059,700
<b>TOTAL EXPENDITURES</b>	<b>9,811,700</b>	<b>10,416,300</b>	<b>10,745,300</b>	<b>9,913,600</b>	<b>10,030,400</b>

The Division of Abandoned Mine Lands administers abandoned or unreclaimed land reclamation activities on previously surface-mined land or land used in connection with surface mining under Title IV of Public Law 95-87 and/or KRS 350.550 to KRS 350.597.

Federal funds for this program are provided from federal tax levies imposed under Public Law 95-87 on all coal mined since August 3, 1977. Approximately 150,000 acres of abandoned mine lands in Kentucky are eligible for reclamation. All state and partial federal project contracts are administered by this agency.

**Policy**

Forfeited bonds and associated income held in escrow, pursuant to KRS 350.139, have been moved to an off-budget interest-bearing account for administrative and budgetary purposes and are not included in the above restricted fund appropriation.

**Environmental and Public Protection  
Mine Reclamation and Enforcement  
Bond Pool Fund**

	<b>Revised FY 2006</b>	<b>Requested FY 2007</b>	<b>Requested FY 2008</b>	<b>Recommended FY 2007</b>	<b>Recommended FY 2008</b>
<b>SOURCE OF FUNDS</b>					
<b>Restricted Funds</b>					
Balance Forward	17,699,500	18,050,800	18,721,200		
Current Receipts		920,000	1,062,000		
Non-Revenue Receipts	-17,591,400	-100,000	-100,000	138,800	115,500
<b>Total Restricted Funds</b>	108,100	18,870,800	19,683,200	138,800	115,500
<b>TOTAL SOURCE OF FUNDS</b>	108,100	18,870,800	19,683,200	138,800	115,500
<b>EXPENDITURES BY CLASS</b>					
Personnel Cost	104,600	145,100	126,700	134,300	111,000
Operating Expenses	3,500	4,500	4,500	4,500	4,500
<b>TOTAL EXPENDITURES</b>	108,100	149,600	131,200	138,800	115,500
<b>EXPENDITURES BY FUND SOURCE</b>					
Restricted Funds	108,100	149,600	131,200	138,800	115,500
<b>TOTAL EXPENDITURES</b>	108,100	149,600	131,200	138,800	115,500

The Bond Pool Fund, pursuant to KRS 350.700, provides an alternative bonding source for permittees of a surface coal mining operations in Kentucky. Program participants must meet the criteria set forth in KRS 350.720 and 405 KAR 10:200. A seven-member Bond Pool Commission, pursuant to KRS 350.705, reviews and approves applications for bonding under the Bond Pool Fund.

**Policy**

Cash held in escrow for the Bond Pool Fund, pursuant to KRS 350.700(3), has been moved to an off-budget interest-bearing account for administrative and budgetary purposes and is not included in the above restricted fund appropriation.

**Environmental and Public Protection  
Mine Reclamation and Enforcement  
Bond Pool Reclamation Fund**

	<b>Revised FY 2006</b>	<b>Requested FY 2007</b>	<b>Requested FY 2008</b>	<b>Recommended FY 2007</b>	<b>Recommended FY 2008</b>
<b>SOURCE OF FUNDS</b>					
<b>Restricted Funds</b>					
Balance Forward	432,900	421,900	210,900	421,900	210,900
Non-Revenue Receipts	300,000	100,000	100,000	100,000	100,000
<b>Total Restricted Funds</b>	732,900	521,900	310,900	521,900	310,900
<b>TOTAL SOURCE OF FUNDS</b>	732,900	521,900	310,900	521,900	310,900
<b>EXPENDITURES BY CLASS</b>					
Personnel Cost	311,000	311,000	310,900	311,000	310,900
<b>TOTAL EXPENDITURES</b>	311,000	311,000	310,900	311,000	310,900
<b>EXPENDITURES BY FUND SOURCE</b>					
Restricted Funds	311,000	311,000	310,900	311,000	310,900
<b>TOTAL EXPENDITURES</b>	311,000	311,000	310,900	311,000	310,900

The Abandoned Mine Lands Bond Pool Reclamation Fund, pursuant to KRS 350.595, provides additional moneys necessary to reclaim permitted mine areas. In the event that an entire bond is not needed to complete the required reclamation on a permit, the remaining balance is deposited into the Fund.